

Section U

Petroleum Release Remedial Action Fee

BASIC PROVISIONS AND TAX BASE OF THE NEBRASKA PETROLEUM RELEASE REMEDIAL ACTION FEE (PRF)

The Nebraska Petroleum Release Remedial Action Act imposes a fee upon the producer, importer, refiner, distributor, wholesaler, or supplier who engages in the sale, distribution, delivery and use of petroleum in Nebraska. The fee is nine-tenths of one cent per gallon on motor vehicle fuels, such as gasoline, and three-tenths of one cent on diesel fuel, including dyed diesel.

The revenue raised from this fee is placed in the Nebraska Petroleum Release Remedial Action Cash Fund. Revenues for this fund totaled \$10,904,965 for fiscal year 2005-06.

PETROLEUM RELEASE REMEDIAL ACTION FEE

Statutory Reference and Description	Estimated Tax Expenditure Cost NA = Not Available
EXEMPTIONS	
Section 66-489	
Natural gasoline used as a denaturant by a Nebraska ethanol facility.	NA
Propane and other combustible gases.	NA
CREDITS	
Section 66-1521	
Any fee paid on petroleum which was taxed and then exported.	\$255,650
Section 66-1521	
Any fee paid on petroleum which was taxed and then sold to a federal agency.	\$7,180
DEDUCTION	
Section 66-1521	
Collection fee allowed the Department of Revenue.	\$28,000*

*The fee shall not exceed \$28,000 for fiscal year 1990-91 or for any subsequent fiscal year. The fee is deposited in the Petroleum Release Remedial Action Collection Fund.

RECOMMENDATIONS

The Nebraska Department of Revenue has no recommendations.